#### Prepared by SSAB staff for the use of Board Members

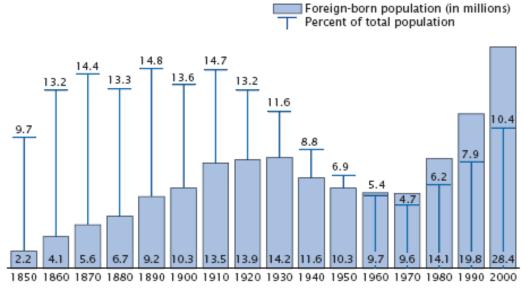
## **CURRENT TRENDS IN IMMIGRATION TO THE U.S.**

#### SIZE OF THE FOREIGN -BORN POPULATION

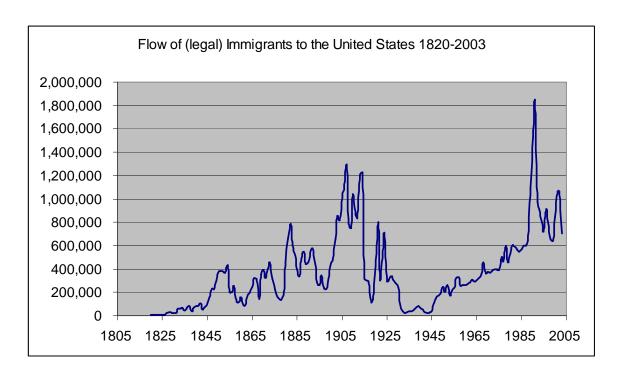
- The total number of immigrants (all-foreign born persons) in the US has grown dramatically since the 1960's growing from about 10 million to over 35 million today. [Census]
- As a percentage of the total US population, the foreign-born population has also grown significantly over the last 40 years from a historic low of 5% in the early 1970s to about 12% today. This is still slightly below the historic highs of the late 1800's to early 1900s of slightly more than 14%. [Census]
- Of the 35 million foreign born persons in the US, about 60% (22 million) arrived as legal permanent residents (half of whom are now naturalized citizens), about 10% (3.5 million) arrived as legal temporary residents (3%) or refugees (7%), and about 30% (10 million) arrived as undocumented or non-legal or illegal immigrants. Roughly 2/3 of the undocumented foreign born population are estimated to have arrived since 1995 (roughly 700,000 per year). [Jeffrey Passel, 2004]
- Between 1996 and 2003, 58% of total employment growth (of 11 million jobs) and 51% of the growth in the working age population was accounted for by foreign born workers. Most of the growth was among those who had arrived in the US between 1995 and 2003. [Economic Report of the President, 2005]

Figure 1-1.
Foreign-Born Population and Percent of Total Population for the United States: 1850 to 2000

(For 1850-1990, resident population. For 2000, civilian noninstitutional population plus Armed Forces living off post or with their families on post)



Source: U.S. Census Bureau, 1999a, Table 1, and 2001, Table 1-1.

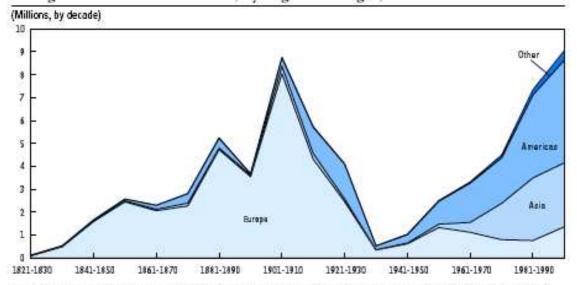


### RECENT SOURCES OF IMMIGRANTS

While Europeans dominated immigration to the US for most of its history, the growth in migration during the last 35 years has been from Mexico, Latin America and Asia. Among the 10 million undocumented immigrants, 60% are from Mexico, 25% from the rest of Latin America and 10% are from Asia.

Figure 3.

## Immigration to the United States, by Region of Origin, 1821 to 2000



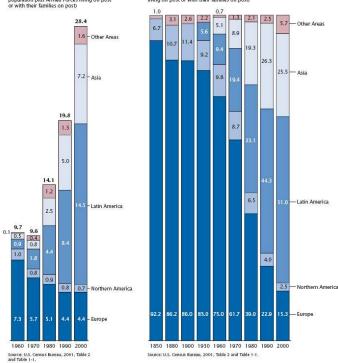
Source: Department of Homeland Security, Office of Immigration Statistics, 2003 Yearbook of Immigration Statistics (September 2004).

Notes: Arrivals by land were not completely enumerated until 1906.

The Americas comprise Latin America and Canada.

Figure 2-1.
Foreign-Born Population by Region of Birth: 1960 to 2000 (Numbers in millions, For 196-90), resident population, For 2000, civillan noninstitutional population plus Armel Forces living off post or with their families on post)

Figure 2-2.
Foreign-Born Population by Region of Birth:
Selected Years, 1850 to 2000
Percent distribution. For 1960-90, resident population, For 2000,
civilian nonimultuational population plus Armed Forces
living of pox for with their families on poxt0



### IMMIGRATION POPULATION PROJECTIONS

SSA ASSUMPTIONS OF NET MIGRATION 2010-2080 (2005 Trustees Report) (Population in thousands)

YEAR	Low	Middle	High
2010	722	1,000	1,400
2020	672	950	1,350
2030	672	900	1,300
2050	672	900	1,300
2080	672	900	1,300

<sup>\*</sup> SSA assumes long-term legal immigration levels of low: 472, middle: 600, high:850

## CENSUS PROJECTIONS OF NET MIGRATION (Jan. 2000)

(Population in thousands)

YEAR	Low	Middle	High
2010	149	713	1,571
2020	120	751	1,854
2030	233	1,061	2,680
2050	166	984	2,814
2100	113	926	3,047

Population predictions SSA vs. Technical Panel Recommendations Based on differences in immigration assumptions:

(Population in thousands)

(- of management)					
		2003	2023	2050	2080
High Cost	Trustees Rpt	298	341	372	394

(low est.)	Tech. Panel	298	353	405	452
	census		319	353	401
Inter. Cost Trustees Rpt		298	348	389	421
(middle est.)	Tech. Panel	298	354	413	471
	Census		338	404	498
Low Cost	Trustees Rpt	298	357	414	465
(high est.)	Tech. Panel	298	356	423	499
	Census		368	498	697

Census estimates for 2023 are for 2025

Census Bureau Population predictions, based on immigration assumptions (population in millions)

	2010	2025	2050	2080	2100
Zero net migration	288	308	328	354	377
Low net migration	293	319	353	401	438
Middle net migration	300	338	404	498	571
High net migration	309	368	498	697	854

## HOW MUCH IMMIGRATION WOULD IT TAKE

(A Thought Experiment Not A Policy Proposal)?

- In order to maintain a "Potential Support Ratio" [the UN's version of dependency ratio]—the ratio of age 15-64 to age 65 or older--equal to that of 1995 (5.2 15-64 year olds per 1 person 65 or older), with no changes to fertility or mortality rates the US would need to have 593 million immigrants from 1995 to 2050 or 10.8 million per year. By 2050 US population would be 1.1. billion with 73% post 1995 immigrants or their descendents.
- Alternatively, with no immigration, the US would have to raise the upper limit of it's working age population to about 74 years in 2050 to maintain a "Potential Support Ratio" equal to 1995.
- The medium variant of the UN 1998 population projections for the US assume annual net migration of 760,000 per year between 1995-2050, for a total of 41.8 million net migrants. Total population would increase from 267 million in 1995 to 349 million by 2050, with about 17% post 1995 immigrants or their descendents. The Potential support ratio would decrease from 5.2 to 2.8

# SSA ESTIMATES OF ALTERNATIVE IMMIGRATION SCENARIOS ON THE SOCIAL SECURITY TRUST FUNDS

OASDI Actuarial Balances as a percent of taxable Payroll (assumes legal immigration of 800,000 per year)

	50 year b (2004-2		75 year b (2004-2	
Changes in	Actuarial	Change in	Actuarial	Change in
Annual Legal	balance as	Actuarial	balance as	Actuarial
immigration	percent of balance		percent of	balance
	payroll		payroll	
-800,000	-1.34	-0.32	-2.20	-0.31
-330,000	-1.15	-0.13	-2.01	-0.12
0	-1.03	0	-1.89	0
+160,000	-0.96	+0.06	-1.83	+0.06
+264,000	-0.93	+0.10	-1.79	+0.10

#### **CATEGORIES OF IMMIGRATION**

- About 70% of legal immigrants in 2003 and 66% in 2004 were admitted based on family sponsorship preferences or were immediate relatives of U.S. citizens.
- 12% in 2003 and 16% in 2004 were admitted under employment based preferences (2003 appears to be the abnormally low year in the last 5)

# IMMIGRANTS ADMITTED BY TYPE AND CLASS OF ADMISSION FISCAL YEARS 2003 and 2004

Source: Department of Homeland Security: Yearbook of Immigration Statistics

Type and class of admission	2,003 Total	%	2004 Total	%
Total, all (legal) immigrants  Total, subject to annual numerical	705,827	100%	946,142	100%
limitation  Total, not subject to annual numerical	299,434	42%	432,373	46%
limits	406,393	58%	513,769	54%
Total, subject to annual numerical				
limitation	299,434	100%	432,373	100%
Family-sponsored preferences	158,894	53%	214,355	50%
Employment-based preferences	82,137	27%	155,330	36%
Diversity	46,347	15%	50,084	12%
IRCA legalization dependents	21	0%	22	0%
Asylees	10,026	3%	10,016	2%
Cancellation of removal	2,009	1%	2,566	1%

## Total, not subject to annual numerical limits

Immediate relatives of U.S. citizens
Children born to alien residents abroad
Refugees
Other asylees
Other cancellation of removal
NACARA Section 202
HRIFA
Parolees, Soviet and Indochinese
Other

406,393	100%	513,769	100%
332,657	82%	406,074	79%
746	0%	707	0%
34,496	8%	61,013	12%
405	0%	201	0%
27,100	7%	30,136	6%
2,577	1%	2,292	0%
1,414	0%	2,451	0%
4,199	1%	7,117	1%
2,799	1%	3,778	1%

### Total, all (legal) immigrants

Immediate relatives of U.S. citizens Family-sponsored preferences Employment-based preferences Refugees Asylees Diversity Other

2,003		2004	
Total	%	Total	%
705,827	100%	946,142	100%
332,657	47%	406,074	43%
158,894	23%	214,355	23%
82,137	12%	155,330	16%
34,496	5%	61,013	6%
10,026	1%	10,016	1%
46,347	7%	50,084	5%
41,270	6%	49,270	5%